

LSC

Decision No. 86344

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of SOUTHERN CALIFORNIA)
EDISON COMPANY to Issue and Sell)
Not Exceeding \$3,500,000 Aggregate)
Principal Amount of its First and)
Refunding Mortgage Bonds, Series HHP,)
Due 2001; and to Execute and Deliver)
a Fortieth Supplemental Indenture)
and a Sale Agreement.)

Application No. 56696
(Filed August 18, 1976)

O P I N I O N

Southern California Edison Company seeks authority (a) to execute, deliver and enter into a Sale Agreement with the California Pollution Control Financing Authority, (b) to execute and deliver a Fortieth Supplemental Indenture, and (c) to issue, sell and deliver not exceeding \$3,500,000 aggregate principal amount of its First and Refunding Mortgage Bonds, Series HHP, Due 2001.

Pursuant to authority granted by Decision No. 83022, dated June 25, 1974, in Application No. 54888, applicant herein issued and sold \$15,030,000 aggregate principal amount of its First and Refunding Mortgage Bonds, Series DDP, Due 1999, in connection with a California pollution control facility financing. Applicant proposes to engage in additional California pollution control facility financing by executing a Sale Agreement, which agreement would provide that the California Pollution Control Financing Authority would issue and sell not exceeding \$3,500,000

aggregate principal amount of its 1976 series California Pollution Control Revenue Bonds to a group of underwriters. The California Pollution Control Financing Authority would cause certain pollution control facilities to be constructed and installed according to plans and specifications to be provided by applicant. The project would consist of altering existing water discharge facilities at the Huntington Beach Generating Station pursuant to requirements of the Federal Water Pollution Control Act. Upon completion of construction of the pollution control facilities, the California Pollution Control Financing Authority would convey title to said facilities to applicant.

In consideration of the obligations of the California Pollution Control Financing Authority to construct and convey to applicant said facilities, the utility would issue, sell and deliver to the California Pollution Control Financing Authority not exceeding \$3,500,000 aggregate principal amount of its Series HHP bonds. Terms and conditions of said bonds, including aggregate principal amount, interest rate, sinking fund provisions, maturity date, redemption provisions, if any, and prepayment provisions would be consistent with the terms and conditions of the California Pollution Control Financing Authority's bonds. Applicant anticipates that the interest rate applicable to its Series HHP bonds would not exceed 7-1/2% per annum.

After consideration the Commission finds that:

1. The proposed bonds would be for proper purposes.
2. The proposed documents would not be adverse to the public interest.

3. The money, property or labor to be procured or paid for by the bonds herein authorized is reasonably required for the purposes specified herein, which purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income.
4. There is no known opposition and there is no reason to delay granting the relief requested.

On the basis of the foregoing findings we conclude that the application should be granted. A public hearing is not necessary. The authorization herein granted is for the purpose of this proceeding only, and is not to be construed as indicative of amounts to be included in proceedings for the determination of just and reasonable rates.

O R D E R

IT IS ORDERED that:

1. Southern California Edison Company may execute, deliver and enter into a Sale Agreement in substantially the same form as Exhibit E attached to the application.
2. Southern California Edison Company may execute and deliver a Fortieth Supplemental Indenture in substantially the same form as Exhibit G attached to the application.
3. Southern California Edison Company may issue, sell and deliver not exceeding \$3,500,000 aggregate principal amount of its First and Refunding Mortgage Bonds, Series HFP, Due 2001, at the price and upon the terms and conditions as set forth in the application.
4. Southern California Edison Company shall issue the bonds herein authorized for the purpose of acquiring property and for the purpose of construction, completion, extension or improvement of its facilities.

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5. Southern California Edison Company shall file with the Commission a report, or reports, as required by General Order No. 24-B, which order, insofar as applicable, is hereby made a part of this order.

6. This order shall become effective when Southern California Edison Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$4,500.

Dated at San Francisco, California, this 31st day of AUGUST, 1976.

William H. Harrison President
Verne J. Lingen
Ronald L. Co
Robert Patterson Commissioners

